GOVERNMENT OF INDIA
HEAVY INDUSTRIES AND PUBLIC ENTERPRISES
LOK SABHA

UNSTARRED QUESTION NO:404
ANSWERED ON:28.02.2008
MERGER OF IDA WITH BASIC PAY
Adhalrao Patil Shri Shivaji;Adsul Shri Anandrao Vithoba

Will the Minister of HEAVY INDUSTRIES AND PUBLIC ENTERPRISES be pleased to state:

(a) whether the Union Government has approved the merger of 50 per cent Industrial Dearness Allowance (IDA) with the basic pay of profit-making Central Public Sector Enterprises;

(b) if so, the details thereof; and

(c) the measures taken by the Union Government in this regard?

Answer

THE MINISTER OF HEAVY INDUSTRIES AND PUBLIC ENTERPRISES(SHRI SONTOSH MOHAN DEV)

a) Yes, Sir.

(b) and (c) The Government has decided to merge 50% of Industrial Dearness Allowance (IDA) w.e.f. 01.01.2007 with the basic pay of the employees of Central Public Sector Enterprises (CPSEs) following the 1997 IDA pattern scales of pay, to the CPSEs, which are not loss making and are in a position to absorb the additional expenditure on account of merger of 50% of IDA from their own resources without any budgetary support from the Government.This has also been extended to the employees in the IDA pattern pay scales in the Food Corporation of India.